



# **Department of Rural and Municipal Aid**

**BR SUBCOMMITTEE ON TRANSPORTATION**

**HIGHWAY CONSTRUCTION CONTINGENCY ACCOUNT  
GENERAL UPDATE AND FUNDED PROJECTS**

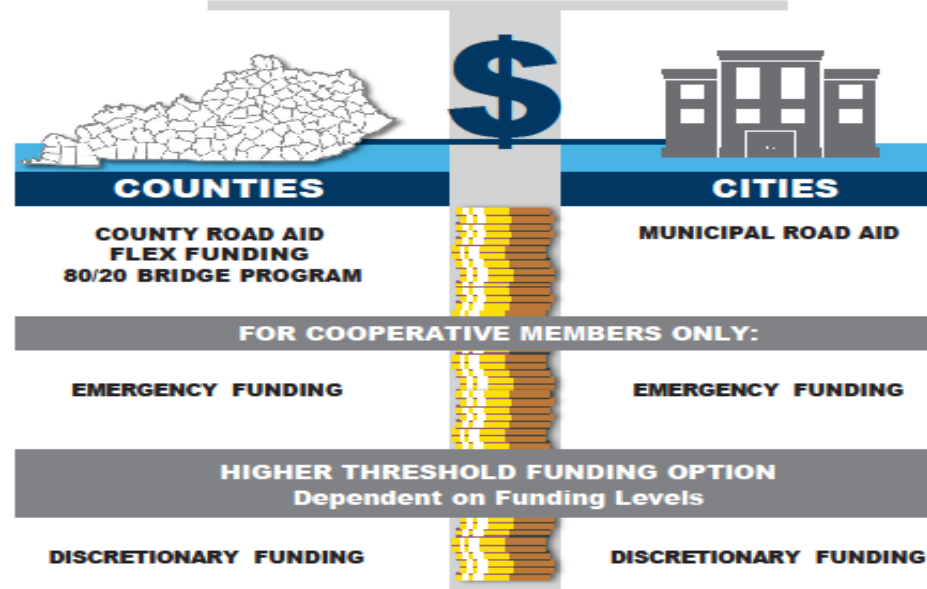
Frankfort, Kentucky | June 7, 2023



# DRMA Funding Options



## FUNDING OPTIONS



Counties and Cities may also apply for TAP funding and CMAQ funding which are federally funded 80/20 match programs.



# HIGHWAY CONSTRUCTION CONTINGENCY ACCOUNT (FD-39)



TRANSPORTATION  
CABINET



# HIGHWAY CONSTRUCTION CONTINGENCY ACCOUNT (FD-39)

- The Highway Construction Contingency Account, also known as the Discretionary Fund (FD-39), is administered by the Department of Rural and Municipal Aid.
- Discretionary Funding may be used for transportation projects across the Commonwealth, including but not limited to:
  - Resurfacing, and
  - Bridge repair/replacement



# HIGHWAY CONSTRUCTION CONTINGENCY ACCOUNT (FD-39)

## Types of projects that may qualify for Funding:

- 1) Projects that present a hazardous condition as assessed by the Chief District Engineer's Offices of your district;
- 2) ~~Projects that promote economic or industrial development;~~  
Only since FY 2021 has the General Assembly suspended portions of KRS 45.247 eliminating the Contingency Account's use for this purpose.
- 3) Projects related to Safety/Emergency issues.

## Level of Need for Funding

This funding option requires a higher threshold of need outside what is met through other Cabinet/Department programs.



# HIGHWAY CONSTRUCTION CONTINGENCY ACCOUNT (FD-39)

The Discretionary Fund receives an annual allocation of funds from the budget **adopted by the General Assembly** as indicated in KRS 45.247, which states in part:

**“45.247 Highway construction contingency account.**

**There is created within the road fund the highway construction contingency account. The account shall consist of moneys appropriated to the account by the General Assembly.....”**



# HISTORICAL FUNDING LEVELS

## Facts:

- Per KRS 45.247, this fund receives an annual allocation from the budget adopted by the General Assembly.
- Each fiscal year, deductions from this amount are mandated and include \$1.6 million to Short-Line Railroad assistance, \$5 million to the Kentucky Pride Fund (which was reduced to \$4 million in FY23) and \$290,000 to the Kentucky Transportation Center.

**Note:** An additional \$10 million was added in HB193 by the Legislature for FY 2021.

- In FY 2017-2020 the allocation to this fund was \$31 million per year. Less deductions, the funds remaining to assist counties and cities were approximately \$24.1 million.
- In FY 2021-2024 the allocation was reduced to \$16.6 million per year. Less deductions, the funds remaining to assist counties and cities were approximately \$10.7 million.



# REQUESTS EXCEED AVAILABLE FUNDS

## CURRENT FUNDING STATUS:

- TOTAL PENDING FD-39 REQUESTS: \$ 30,137,076
- TOTAL REMAINING FUNDS: \$ 3,063,299



# ***PROJECTS FUNDED WITH FD-39 FUNDS***

**FY 2020 – 225 PROJECTS  
TOTALING \$16,391,324**

**FY 2021 – 281 PROJECTS  
TOTALING \$22,050,971**

**FY 2022 – 136 PROJECTS  
TOTALING \$12,220,846**

**FY 2023 – 89 PROJECTS  
TOTALING \$8,189,006**

**TOTAL - 731 PROJECTS  
TOTALING \$58,852,207**



# EQUITABLE DISTRIBUTION OF FUNDS THROUGHOUT THE STATE



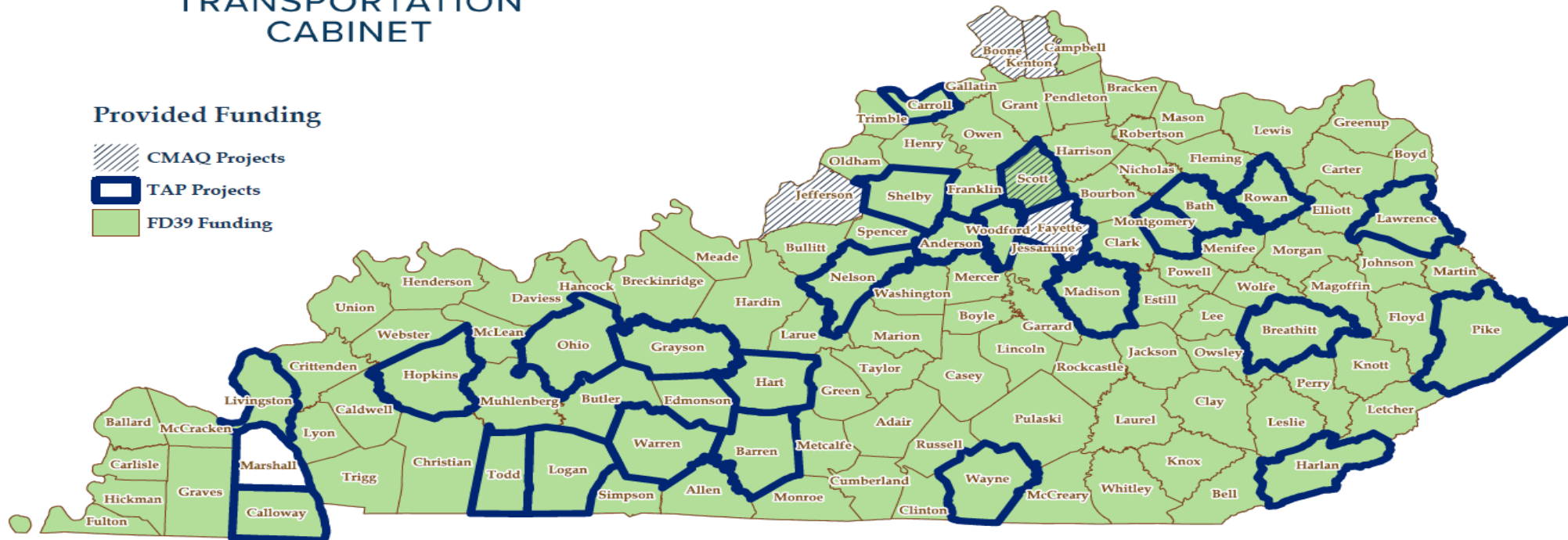
## Department of Rural and Municipal Aid

### Funding Map (FD-39, TAP & CMAQ)

1/1/2020 – 3/23/2023

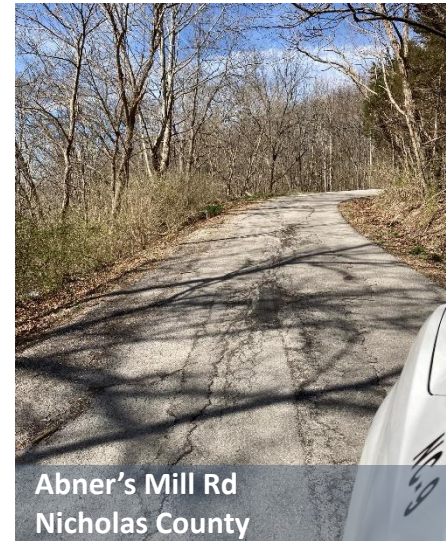
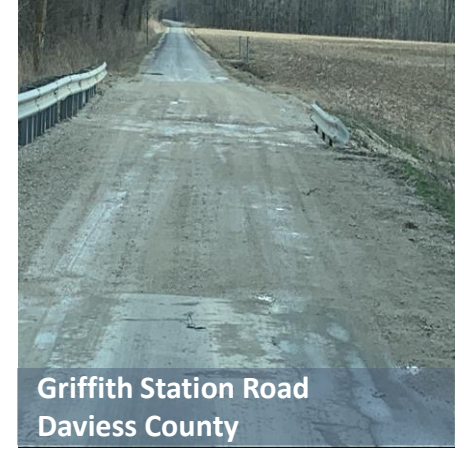
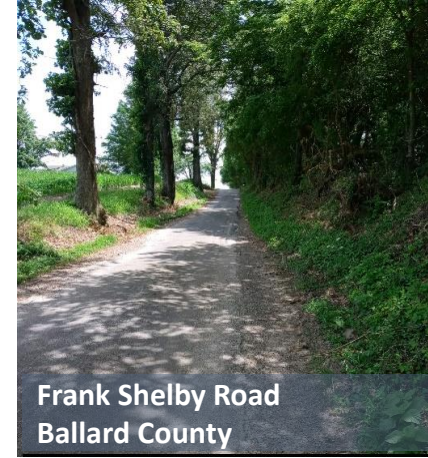
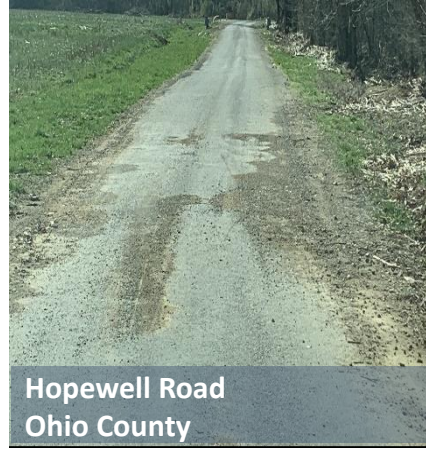
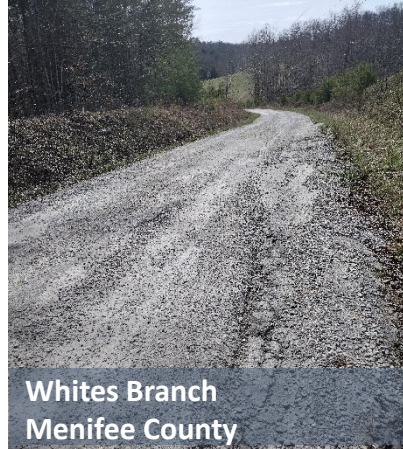
#### Provided Funding

-  CMAQ Projects
-  TAP Projects
-  FD39 Funding







# LACK OF FUNDING RESULTS IN ROADS LIKE THIS ALL OVER THE STATE





# REQUEST FORM (TC 20-39)

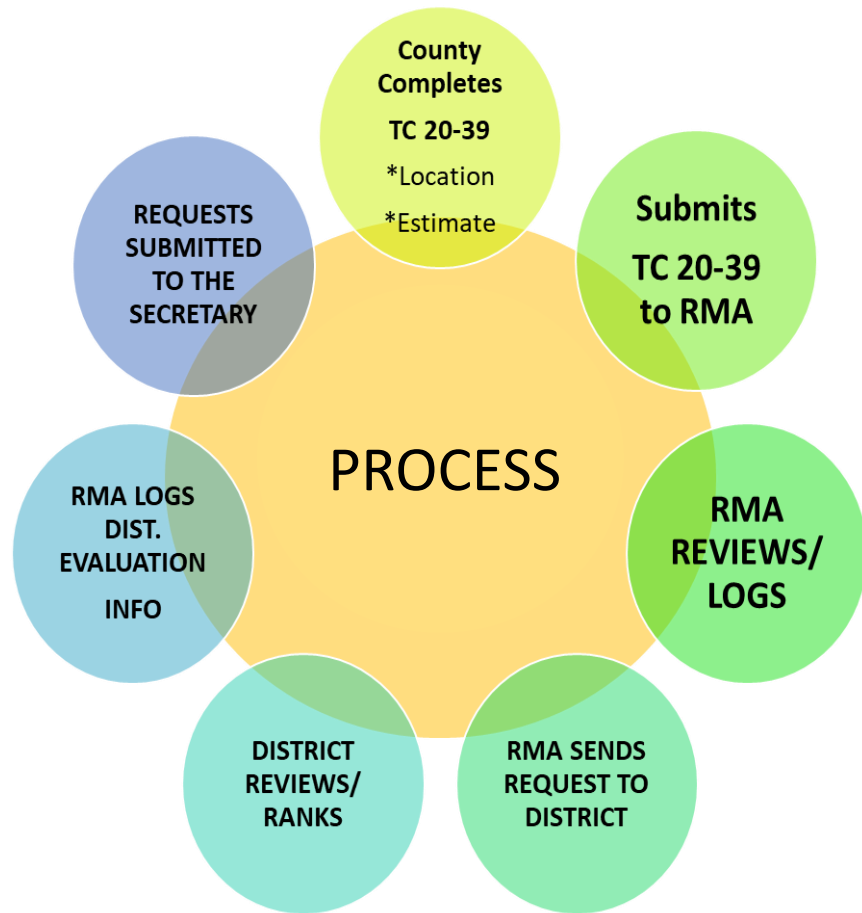
		KENTUCKY TRANSPORTATION CABINET Department of Rural & Municipal Aid		TC 20-39 Rev. 08/2016 Page 1 of 2
<b>DISCRETIONARY FUNDING REQUEST</b>				
<b>SECTION 1: REQUESTOR INFORMATION</b>				
NAME		CONTACT PERSON		EMAIL ADDRESS
MAILING ADDRESS			PHONE	FAX
<b>SECTION 2: NATURE OF REQUEST</b>				
<b>Type of Request</b> (Mark all that apply. The total of all boxes selected must equal 100%.)			<b>Those Affected</b>	
<input type="checkbox"/> Safety _____ %			<input type="checkbox"/> Economic Development _____ %	
<input type="checkbox"/> Congestion _____ %			<input type="checkbox"/> Emergency _____ %	
<input type="checkbox"/> Repairs _____ %			<input type="checkbox"/> Other _____ %	
			Number of constituents _____	
			Number of local businesses _____	
<b>SECTION 3: JUSTIFICATION</b> Explain in detail the nature of the funding request, highlighting the impact this project will have on each type of request specified above (i.e., safety, repairs, etc.).				
<b>SECTION 4: DETAILS OF REQUEST</b>				
Pictures <input type="checkbox"/> Yes <input type="checkbox"/> No		District Evaluation <input type="checkbox"/> Yes <input type="checkbox"/> No		<b>Calculations:</b>
				Project estimate _____
				Less: _____
				Public Sector Contribution _____
				Private Sector Contribution _____
				Total Remaining Need/ Contribution Requested _____

		KENTUCKY TRANSPORTATION CABINET Department of Rural & Municipal Aid		TC 20-39 Rev. 08/2016 Page 2 of 2
<b>DISCRETIONARY FUNDING REQUEST</b>				
<b>Priority No. 1</b>	ROAD NAME	ROAD NO.	LENGTH OF PROJECT (miles)	ESTIMATED COST
	LOCATION OF PROJECT (where project begins & ends)			
	Type of Request <input type="checkbox"/> Safety <input type="checkbox"/> Repairs <input type="checkbox"/> Emergency <input type="checkbox"/> Congestion <input type="checkbox"/> Economic Development <input type="checkbox"/> Other			
	DATE OF LAST WORK COMPLETED ON ROAD _____			
<b>Priority No. 2</b>	ROAD NAME	ROAD NO.	LENGTH OF PROJECT (miles)	ESTIMATED COST
	LOCATION OF PROJECT (where project begins & ends)			
	Type of Request <input type="checkbox"/> Safety <input type="checkbox"/> Repairs <input type="checkbox"/> Emergency <input type="checkbox"/> Congestion <input type="checkbox"/> Economic Development <input type="checkbox"/> Other			
	DATE OF LAST WORK COMPLETED ON ROAD _____			

If you need assistance, you may always ask us;  
but don't forget about our Field Representatives.  
They are ready and willing to help you.



# APPLICATION PROCESS



- **Who can apply?** County Judge-Executive, Mayor, State Representative or State Senator, and select state road personnel
- Please Use the mile point assistance map to provide accurate road names, numbers and location.
- **MUST** include a cost estimate
- May be submitted via email, snail mail or hand carried  
[Hint: Electronic submission is faster.](#)  
[Please submit electronically to: RuralandMunipalAid@ky.gov.](mailto:RuralandMunipalAid@ky.gov)



# QUESTIONS?



# DRMA CONTACT INFORMATION

## **COMMISSIONER'S OFFICE**

	<b><u>Phone</u></b>	<b><u>Email Address</u></b>
• Bobbi Jo Lewis	(502)892-9022	<a href="mailto:bobbijolewis@ky.gov">bobbijolewis@ky.gov</a>
• Gayle Smith	(502)782-4729	<a href="mailto:gayle.smith@ky.gov">gayle.smith@ky.gov</a>
• Debra Powell	(502)871-2822	<a href="mailto:debra.powell@ky.gov">debra.powell@ky.gov</a>

## **RURAL AND MUNICIPAL AID**

• Craig Caudill	(859)576-4619	<a href="mailto:Craig.Caudill@ky.gov">Craig.Caudill@ky.gov</a>
• Sara Hall	(502)782-4834	<a href="mailto:sara.hall@ky.gov">sara.hall@ky.gov</a>
• Kelley Johnson	(502)782-5575	<a href="mailto:kelley.johnson@ky.gov">kelley.johnson@ky.gov</a>

## **OFFICE OF LOCAL PROGRAMS**

• Mike Jones	(502)782-4736	<a href="mailto:MichaelR.Jones2@ky.gov">MichaelR.Jones2@ky.gov</a>
• Jackie Jones	(502)229-6431	<a href="mailto:Jackie.Jones@ky.gov">Jackie.Jones@ky.gov</a>
• Holly Crosthwaite	(502)782-4732	<a href="mailto:Holly.Crosthwaite@ky.gov">Holly.Crosthwaite@ky.gov</a>

## **GOVERNMENTAL FIELD SERVICE REPRESENTATIVES**

• Loren "Squirrel" Carl (Central/Northern)	(502)382-8754	<a href="mailto:loren.carl@ky.gov">loren.carl@ky.gov</a>
• Barry Davis (Eastern)	(502)229-0760	<a href="mailto:barryh.davis@ky.gov">barryh.davis@ky.gov</a>
• Kenny Morgan (Southern)	(502)871-2338	<a href="mailto:kennym.morgan@ky.gov">kennym.morgan@ky.gov</a>
• Doug Taylor (Western)	(502)330-7453	<a href="mailto:doug.taylor@ky.gov">doug.taylor@ky.gov</a>